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State of Utah DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

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November 14, 2001

TO:

File

THRU:

Wayne Hedberg, Minerals Permit Supervisor

FROM:

Paul Baker, Senior Reclamation Biologist

RE:

Meeting with Officials from Deseret Generation and Transmission, Deseret Generation and Transmission, Diamond Mountain Resources, M/47/066, Uintah County, Utah

Date of Meeting:

November 6, 2001

Location:

Participants:

Division Office

Time of Meeting:

1:30 to about 3:30 p.m.

Jerry Hascall and David Crabtree - Deseret Power; Gil Mitchell - Ned B.

Mitchell Construction; Mary Ann Wright, Wayne Hedberg and Paul Baker -

DOGM

Purpose of Meeting:

To discuss the noncompliance situation, particularly bonding, at the Deseret

Generation and Transmission limestone quarry.

This memorandum includes information about what we discussed during the meeting and a few other comments related to the discussions.

Acreage:

The Plan of Operations (POO) submitted to the Forest Service says no more than five acres will be disturbed at any time. Any area in excess of five acres will be reclaimed.

Deseret Generation and Transmission (DG&T) recently had aerial photography done, and they had different acreage figures that those obtained by the Division using the global positioning system (GPS). DG&T was not too concerned about the exact acreage figure at this time; they admitted the site is over five acres and needs to be permitted as a large mine. Two areas where there are discrepancies between the acreage figures are at the bulk sample area and an area with a water tank near the gate.

Bonding:

DG&T has a bond for \$28,000 with the Forest Service. Of this, \$10,000 is for mine reclamation and \$18,000 is for road maintenance. We assume the Division is not named as a beneficiary on this bond. We briefly discussed how much acreage would need to be bonded, but Mr. Crabtree